

Quarterly consolidated financial statements
(1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Assets		
Current assets		
Cash and deposits	25,072	20,340
Notes and accounts receivable - trade	23,702	19,501
Securities	2,188	2,074
Land and buildings for sale	100,742	98,782
Merchandise	1,976	1,934
Deferred tax assets	2,533	2,852
Other	12,565	9,526
Allowance for doubtful accounts	(270)	(271)
Total current assets	168,510	154,740
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	198,994	197,341
Machinery, equipment and vehicles, net	13,466	12,889
Land	213,810	213,822
Construction in progress	6,076	6,765
Other, net	8,898	8,747
Total property, plant and equipment	441,247	439,566
Intangible assets	8,245	8,206
Investments and other assets		
Investment securities	39,959	40,175
Long-term loans receivable	388	394
Deferred tax assets	2,208	6,901
Net defined benefit asset	21	82
Other	9,811	10,334
Allowance for doubtful accounts	(59)	(59)
Total investments and other assets	52,329	57,828
Total non-current assets	501,822	505,601
Total assets	670,333	660,342

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,775	9,774
Short-term loans payable	68,780	60,790
Short-term bonds payable	5,000	11,000
Current portion of bonds	10,245	135
Income taxes payable	5,619	3,085
Deferred tax liabilities	1	1
Advances received	8,011	6,418
Provision for bonuses	2,667	1,239
Provision for loss on unused gift certificate	407	412
Other	40,829	36,166
Total current liabilities	152,337	129,024
Non-current liabilities		
Bonds payable	80,257	90,252
Long-term loans payable	161,430	160,236
Long-term accounts payable - other	654	620
Deferred tax liabilities	7,944	11,365
Deferred tax liabilities for land revaluation	31,087	33,175
Provision for directors' retirement benefits	447	445
Net defined benefit liability	18,933	20,876
Other	25,448	25,126
Total non-current liabilities	326,204	342,098
Total liabilities	478,542	471,123
Net assets		
Shareholders' equity		
Capital stock	51,466	51,466
Capital surplus	28,794	28,795
Retained earnings	79,103	84,444
Treasury shares	(17,199)	(21,556)
Total shareholders' equity	142,165	143,150
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,221	11,731
Revaluation reserve for land	37,557	35,469
Remeasurements of defined benefit plans	(2,815)	(3,900)
Total accumulated other comprehensive income	46,962	43,300
Non-controlling interests	2,662	2,768
Total net assets	191,790	189,218
Total liabilities and net assets	670,333	660,342

(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income
Quarterly consolidated statement of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)	Three months ended June 30, 2016 (From April 1, 2016 to June 30, 2016)
Operating revenue	75,555	75,208
Operating expenses		
Operating expenses and cost of sales of transportation	58,426	56,071
Selling, general and administrative expenses	6,546	9,072
Total operating expenses	64,972	65,143
Operating income	10,582	10,065
Non-operating income		
Interest income	5	14
Dividend income	383	405
Share of profit of entities accounted for using equity method	49	–
Miscellaneous income	221	208
Total non-operating income	661	628
Non-operating expenses		
Interest expenses	925	750
Share of loss of entities accounted for using equity method	–	6
Miscellaneous expenses	168	260
Total non-operating expenses	1,094	1,017
Ordinary income	10,149	9,675
Extraordinary income		
Subsidy	178	242
Gain on sales of non-current assets	0	0
Gain on bargain purchase	4,709	–
Contribution for construction	41	–
Other	9	–
Total extraordinary income	4,939	242
Extraordinary losses		
Loss on reduction of non-current assets	67	94
Loss on retirement of non-current assets	114	74
Special retirement expenses	–	26
Impairment loss	1	4
Loss on step acquisitions	2,119	–
Other	8	8
Total extraordinary losses	2,310	208
Profit before income taxes	12,778	9,709
Income taxes - current	3,373	3,256
Income taxes - deferred	(100)	(648)
Total income taxes	3,272	2,608
Profit	9,506	7,101
Profit attributable to non-controlling interests	85	136
Profit attributable to owners of parent	9,420	6,965

Quarterly consolidated statement of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015 (From April 1, 2015 to June 30, 2015)	Three months ended June 30, 2016 (From April 1, 2016 to June 30, 2016)
Profit	9,506	7,101
Other comprehensive income		
Valuation difference on available-for-sale securities	2,123	(493)
Revaluation reserve for land	–	(2,087)
Remeasurements of defined benefit plans, net of tax	121	(1,084)
Total other comprehensive income	2,245	(3,665)
Comprehensive income	11,751	3,435
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	11,660	3,302
Comprehensive income attributable to non-controlling interests	90	132

(3) Notes on quarterly consolidated financial statements

Notes on premise of going concern

No items to report.

Notes on significant changes in the amount of shareholders' equity

No items to report.

Segment information, etc.

Segment information

I. Three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

1. Information on operating revenue and profit (loss) by reportable segment

(Millions of yen)

	Transportation	Real estate	Retail Distribution	Leisure and service	Others	Total	Adjustments (Note 1)	Amount on the quarterly consolidated statement of income (Note 2)
Operating revenue								
Operating revenue from external customers	23,010	20,628	24,151	7,486	278	75,555	–	75,555
Inter-segment operating revenue or transfer	321	2,967	93	8	181	3,572	(3,572)	–
Total	23,331	23,596	24,245	7,494	459	79,127	(3,572)	75,555
Segment profit	3,719	4,982	667	1,203	17	10,590	(8)	10,582

Notes: 1. "Adjustments" to "Segment profit" represents elimination between inter-segment transactions.

2. Segment profit is adjusted to operating income in the quarterly consolidated statement of income.

II. Three months ended June 30, 2016 (from April 1, 2016 to June 30, 2016)

1. Information on operating revenue and profit (loss) by reportable segment

(Millions of yen)

	Transportation	Real estate	Retail Distribution	Leisure and service	Others	Total	Adjustments (Note 1)	Amount on the quarterly consolidated statement of income (Note 2)
Operating revenue								
Operating revenue from external customers	23,422	19,879	24,002	7,608	294	75,208	0	75,208
Inter-segment operating revenue or transfer	553	3,248	99	10	180	4,091	(4,091)	–
Total	23,975	23,128	24,101	7,619	474	79,299	(4,091)	75,208
Segment profit	4,107	3,937	579	1,228	55	9,909	156	10,065

Notes: 1. "Adjustments" to "Segment profit" represents elimination between inter-segment transactions and profit (loss) of the Company not allocated to any reportable segment.

2. Segment profit is adjusted to operating income in the quarterly consolidated statement of income.